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OUTCOMES
February 16, 2010
Room 4203

2:30 p.m. or upon adjournment of Session

Governor's Special Session Budget Proposals

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Item 2660 – Department of Transportation	2009-10 (in thousands)	2010-11 (in thousands)	Hearing Date	Recommendation
<p>1. Fuel Tax Swap</p> <p><u>Alternative to Governor’s Fuel Swap:</u></p> <p>For transit – Reject elimination of transit funding and permanent elimination of state support for local transit, and instead: (1) appropriate \$400 million for transit operations now; (2) retain the sales tax on diesel (about \$313 million) and direct 75 percent to transit operations beginning in 2011-12; (3) authorize a locally-imposed fee on gasoline to fund local transit, bicycle, and pedestrian projects.</p> <p>For roads and highways – Reject the decrease in transportation revenues and instead: (1) maintain full funding at the Prop 42 level for roads and highways in 2010-11; (2) provide additional revenues in 2011-12 and beyond for the STIP, SHOPP, and local roads (via an excise tax that is recalculated annually to match revenue lost from the elimination of the state sales tax on gas).</p> <p>For General Fund relief – augment the Governor’s GF relief: (1) increase 2009-10 bond reimbursement by \$162 million; (2) increase 2010-11 GF revenue by \$655million by delaying by one year unitary-group credit sharing and, for 2010, limit NOL usage to 68 percent of income.</p> <p>K-12 Impact – Approve placeholder TBL clarifying the impact of the gas tax swap on the Proposition 98 guarantee.</p>			January 21	<p>Adopted alternative fuel swap (see at left) with the exception of the K-12 Impact trailer bill language.</p> <p>Vote: 8-2</p>

3540 – Department of Forestry and Fire Protection	2009-10 (in thousands)	2010-11 (in thousands)	Hearing Date	Recommendation
1. Emergency Response Initiative (ERI) – General Fund Backfill		-\$200,000	January 21	Approved Governor’s proposed TBL. Deferred all other ERI expenditure proposals until a later date. Vote: 8-2

5225 – California Department of Corrections and Rehabilitation	2009-10 (in thousands)	2010-11 (in thousands)	Hearing Date	Recommendation
1. Implementation of cuts to corrections rehabilitation programs	TBL	\$0	January 28	Approved language directing CDCR to prioritize the retention of credentialed teachers in lieu of hiring teaching assistants as part of its plan to implement budget cuts to rehabilitation programs. Language also allows CDCR to utilize half-day programs where feasible to increase program capacity. Vote: 8-1

